GOVERNMENT OF INDIA
PETROLEUM AND NATURAL GAS
LOK SABHA

UNSTARRED QUESTION NO:795
ANSWERED ON:18.07.2002
MOU BETWEEN HPCL AND GAIL TO SUPPLY GASEOUS FUELS
UMMAREDDY VENKATESWARLU

Will the Minister of PETROLEUM AND NATURAL GAS be pleased to state:

(a) whether Hindustan Petroleum Corporation Limited and GAIL have signed a memorandum of understanding with Andhra Pradesh Government to supply gaseous fuels;

(b) if so, whether the detailed feasibility report has been completed;

(c) if so, the details of financial contribution from financial institutions; and

(d) the extent to which such fuels are likely to be supplied through the piped system?

Answer

MINISTER OF STATE IN THE MINISTRY OF PETROLEUM AND NATURAL GAS AND MINISTER OF STATE IN THE MINIS PARLIAMENTARY AFFAIRS (SHRI SANTOSH KUMAR GANGWAR)

(a),(c)&(d) Hindustan Petroleum Corporation Limited (HPCL) and Gas Authority of India Limited (GAIL) have signed an MoU fc setting up a joint venture company for distribution of natural gas/auto LPG/piped gas in the cities of Andhra Pradesh.Projects for the city gas distribution would be taken up after establishing feasibility.

GAIL and HPCL will hold 22.5% equity each and 5% of equity shall be offered to Government of Andhra PradeshBalance 50% of the equity is proposed to be offered to the Financial Institutions and public.

(b) No, Sir.